

Message Text

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PAGE 01 QUITO 05218 050005Z
ACTION EB-08

INFO OCT-01 ARA-10 ISO-00 AGRE-00 CEA-01 CIAE-00
COME-00 DODE-00 FRB-03 H-01 INR-07 INT-05 L-03
LAB-04 NSAE-00 NSC-05 PA-01 AID-05 SS-15 STR-04
ITC-01 TRSE-00 USIA-06 PRS-01 SP-02 FEAE-00
OMB-01 IO-13 /097 W
-----097042 051245Z /50

R 042250Z AUGH77
FM AMEMBASSY QUITO
TO SECSTATE WASHDC 5296
INFO AMCONSUL GUAYAQUIL

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E.O. 11652: N/A
TAGS: ETRD GATT EC
SUBJ: NOTIFICATION OF SERVICE RESTRAINT FOR THE MTN

REF: STATE 180211

1. IN THE 1970 THE INITIAL LAW REQUIRING THAT INSURANCE FOR IMPORTS BE PURCHASED IN THE DOMESTIC MARKET WAS PROMULGATED WITH THE INTENT OF PROTECTING THE LOCAL INSURANCE INDUSTRY. INSURANCE FOR ALL IMPORTS IS MANDATORY, AND ACQUISITION OF INSURANCE OUTSIDE ECUADOR IS SUBJECT TO FINE. HOWEVER, FOREIGN INSURANCE COMPANIES AUTHORIZED TO WORK IN ECUADOR CAN ISSUE IMPORT INSURANCE.

2. REGARDING U.S. EXPORTS TO ECUADOR, THE RESTRICTION HAS BEEN INCONSEQUENTIAL. ECUADOREAN IMPORT INSURANCE COVERS MERCHANDISE FROM WAREHOUSE TO WAREHOUSE AND IS ARRANGED AND PAYED FOR BY THE IMPORTER. UNDOUBTEDLY SOME BUSINESS FOR U.S. INSURANCE COMPANIES HAS BEEN LOST ON ACCOUNT OF THE RESTRICTION, BUT THERE ARE AT PRESENT TWO AUTHORIZED U.S. INSURANCE COMPANIES HERE WHICH
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ISSUE IMPORT INSURANCE. THERE ARE ALSO AMERICAN INVESTORS IN ECUADOREAN AND THRID-COUNTRY INSURANCE COMPANIES THAT BENEFIT FROM THE RESTRICTION.

3. AT THIS MOMENT THE EMBASSY IS UNAWARE OF ANY OTHER SIGNIFICANT RESTRAINT ON SERVICES.

4. GIVEN THAT IMPORT INSURANCE IS THE IMPORTER'S
CONCERN AND THAT U.S. COMPANIES PARTICIPATE IN THE
DOMESTIC INSURANCE MARKET, THERE APPEARS TO BE NO
PRESSING REASON TO RAISE THIS ISSUE IN THE MTN.
BLOOMFIELD

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NNN

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: IMPORTS, INSURANCE, REGULATIONS
Control Number: n/a
Copy: SINGLE
Sent Date: 04-Aug-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977QUITO05218
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Expiration:
Film Number: D770281-0327
Format: TEL
From: QUITO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t197708114/aaaafzvq.tel
Line Count: 72
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON MICROFILM, TEXT ON-LINE
Message ID: 7386b350-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 STATE 180211
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 19-Jan-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1444566
Secure: OPEN
Status: <DBA CORRECTED> gwr 970912
Subject: NOTIFICATION OF SERVICE RESTRAINT FOR THE MTN
TAGS: ETRD, EC, GATT, MTN
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/7386b350-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
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22 May 2009
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